COUNTY APACHE	AR	EA ST JOHNS	LEASE N	NO.STATE 13-102944
WELL NAMERIDGEWA	AY ARIZONA OI	L CORP #11-7-31	STATE	
LOCATION NW SE  ELEV 6948' GR  CONTRACTOR				980' FSL & 1980 FEL TOTAL DEPTH
CASING IZE DEPTH	CEMENT	LINER SIZE & D	DRILLED BY PRODUCTIVE	ROTARY CABLE TOOL RESERVOIR CODUCTION
FORMATION TOPS	DEPTHS	SOURCE L.L. E.L.	REMARKS	
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REMARKS				APP. TO PLUG  PLUGGING REP.  COMP. REPORT
WATER WELL ACCEPTED BY				
BOND CO. BANK OF THE BOND AMT. \$ 50,000		K ONE CDs	DATE 5/23/20	BOND COVER SHEET  06; 11/28/1994; 7/7/1994  REPORT
FILING RECEIPT 3143 API NO. 02-001-20333	LOC.	PLAT X		PLAT BOOK X ALL SEC 7 ±640 ac
PERMIT NUMBER 940				

(over)

1. Name of Operator Ridgeway AZ. Oil C	υνρ.
2. OIL WELL ☐ GAS WELL ☐ OTHER ☑	(Specify) Co 2
3. Well Name 11-7- 31	
Location 1980' FSL 3 1980' FE	
Sec. 7 Twp. // N Rge.	31E county Apache, Arizona
Federal, State, or Indian Lease Number, or lessor's name if fee lease	10 1020111
. To a start of motion bodde (100000) of 100000 of family it less leads	
5. Field or Pool Name	
6. Check Appropriate Box to Indicate Nature of Notice, Report, or Other I	Data
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
TEST WATER SHUT-OFF PULL OR ALTER CASING	WATER SHUTOFF WEEKLY PROGRESS
FRACTURE TREAT DIRECTIONAL DRILL SHOOT OR ACIDIZE PERFORATE CASING	FRACTURE TREATMENT REPAIRING WELL SHOOTING OR ACIDIZING ALTER CASING
REPAIR WELL CHANGE PLANS	SHOOTING OR ACIDIZING ALTER CASING ABANDONMENT .
(OTHER)	(OTHER)
	(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log, Form 4)
<ol> <li>DESCRIBE PROPOSED OR COMPLETED OPERATIONS (Clearly st of starting any proposed work. If well is directionally drilled, give subsu zones pertinent to this work.</li> </ol>	tate all pertinent details, and give pertinent dates, including estimated date urface locations and measured and true vertical depths for all markers and
Wasting on Equipment	
0 1 1	
3. I hereby certify that the thronging is true followed.	
	F 11 10 5 F 22 - XD
	Title Field Ops Sup Date 5-23-07
	STATE OF ARIZONA
PUN RECEIVED	STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION Sundry Notice and Reports On Wells
	STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION

1. Name of Operator Ridge Way AZ. OIL	Corp
2. OIL WELL GAS WELL OTHER 🛣	(Specify) Co2
3. Well Name //- 7- 31	
Location 1980' FSL 3 1980' F	EL
Sec. 7 Twp. // N Rge.	31E County Apache, Arizona
4. Federal, State, or Indian Lease Number, or lessor's name if fee lease	12 - 144 0001
5. Field or Pool Name Wildcot	
6. Check Appropriate Box to Indicate Nature of Notice, Report, or Other	Data
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TEST WATER SHUT-OFF PULL OR ALTER CASING PURPOSE TRANSPORTED TO THE PURPOSE	WATER SHUTOFF WEEKLY PROGRESS
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REPAIR WELL CHANGE PLANS	ABANDONMENT .
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	(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log, Form 4)
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8. I hereby certify that the foregoing is true and cerrect.  Signed	STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION
Permit No. 940	Sundry Notice and Reports On Wells File One Copy
CIBIR 190.	Form No. 25 5/96

1. Name of Operator Ridgeway AZ /	) 1 Coxo
2. OIL WELL GAS WELL OTHER [7]	(Specify) Con
3. Well Name //- 7- 31	(Copocity)
Location 1980' FSL \$ 1980' FEL	
Sec. 7 Twp. // N Rge	31E County Apache, Arizona
4. Federal, State, or Indian Lease Number, or lessor's name if fee le	Arizola
5. Field or Pool Name	
6. Check Appropriate Box to Indicate Nature of Notice, Report, or Ot	ther Data
NOTICE OF INTENTION TO:	SUBSEQUENT REPORT OF:
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(OTHER)	(NOTE: Benort results of multiple completion on Well Completion
DESCRIBE PROPOSED OR COMPLETED OPERATIONS, (Class)	or Recompletion Report and Log, Form 4)  rly state all pertinent details, and give pertinent dates, including estimated date
Conditioning Hole w LCM & Bridging Off every Tripe	with the state of
3. I hereby certify that the foregoing is true and correct.  Signed	STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION Sundry Notice and Reports On Wells Form No. 25 File One Copy
<del></del>	1 01111 140, 25

Sluff

1. Name of Operator Ridge Day Anizona	Oil Corp.
2. OIL WELL ☐ GAS WELL ☐ OTHER ☑	(Specify) Coz
3. Well Name//- 7- 31	
Location 1980 FSL 3 1980 FEL	
Sec. 7 Twp. // N. Rge.	31 E County Apache, Arizona
Federal, State, or Indian Lease Number, or lessor's name if fee lea	· · · · · · · · · · · · · · · · · · ·
5. Field or Pool Name Wildert	
6. Check Appropriate Box to Indicate Nature of Notice, Report, or Oth	ner Data
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TEST WATER SHUT-OFF PULL OR ALTER CASING FRACTURE TREAT DIRECTIONAL DRILL SHOOT OR ACIDIZE PERFORATE CASING CHANGE PLANS	WATER SHUTOFF FRACTURE TREATMENT SHOOTING OR ACIDIZING ABANDONMENT  WEEKLY PROGRESS REPAIRING WELL ALTER CASING ABANDONMENT
(OTHER)	(OTHER)
	(NOTE: Report results of multiple completion on Well Completion or Recompletion Report and Log, Form 4)
Spud Dute 4-7-07	h Based mud system + LCM forupper section To remadishe Hole sluffing.
8. I hereby certify that the foregoing is true and correct.  Signed	STATE OF ARIZONA OIL & GAS CONSERVATION COMMISSION
Permit No. 940	Sundry Notice and Reports On Wells Form No. 25 File One Copy
	5/96



# PERMIT TO DRILL

This constitutes the permission and authority from the

# OIL AND GAS CONSERVATION COMMISSION, STATE OF ARIZONA,

To:		KLUGEW	AY ARIZON	IA OII	GOR!	)>			
			(	OPERAT	FOR)			÷,	
		to	drill a wel	ll to b	e kno	wn a	s		
			11-7-31	STAT	E				
			(WE	LL NAM	E)				
ocated		198	30' ESL &	1980	P FEL	f			
Section7	Township	LIV	Range	31E			<b>TPACHE</b>		_County, Arizoni
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					l.				of sai
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Said well is to n full compliance v	be drilled s vith all appl	ubstant icable l	ially as ou aws, statu	tlined tes, ru 006 OIL	in the	e attace and reg	ched Applications of the conserval conservations and conserval conservations conservatio	tion and the Sta	d must be drille te of Arizona.  COMMISSION

RECEIPT NO. 3143

**A.P.I. NO.** 02-001-20333

Oil & Gas Conservation Commission

Permit to Drill

FORM NO. 27

#### APPLICATION FOR PERMIT TO DRILL OR RE-ENTER APPLICATION TO DRILL IX a ( ) → RE-ENTER OLD WELL :□ NAME OF COMPANY OR OPERATOR Ridgeway AZ Oil Corp. P O Box 1110 St. Johns, AZ 85936 928-337-3230 Address City State Phone Number **Drilling Contractor** Ridgeway AZ Oil Corp. Address P O Box 1110 590 S. White Mtn. Dr. St. Johns, AZ 85936 **DESCRIPTION OF WELL AND LEASE** Federal, State or Indian Lease Number, or if fee lease, name of lessor Well number Elevation (ground) 13-102944 6947. State 11-7-3( Nearest distance from proposed location to property or lease line: Distance from proposed location to nearset drilling, completed or applied-for well on the same lease: none Number of acres in lease Number of wells on lease, including this well, completed in or drilling to this reservoir: 2443.81 one If lease purchased with one or more wells Name Address drilled, from whom purchased. N/A Section - Township - Range or Block and Survey 5.7 TILK R 31 E Weil location (give footage from section lines) Dedication per A.A.C. R12-7-104(A)(3) 1980' FSL + 1980' Field and reservoir (if wildcat, so state) County Wildcat Apache Distance in miles and direction from nearest town or post office Springerville 19.0 Miles Rotary or cable tools Approximate date work will start 2400 +1 rotary 07-01-06 on file Organization Report Bond status \_\_\_ Filing Fee of \$25.00 \$50,000.00 Amount On file X Or attached Attached X Remarks API# 02-001-20333 CERTIFICATE: I, the undersigned, under the penalty of penjury, state that I am the: Field\_Operations Supervisor Ridgeway AZ Oil Corp. (company), and that I am authorized by said company to make this report; and that this report was prepared under my supervision and direction and that the facts stated therein are true, correct and complete to the best of my knowledge. Signature Mail completed form to: Oil and Gas Program Administrator Arizona Geological Survey 416 W. Congress, #100 Tucson, AZ 85701-1315 May 19, 2006 Date Permit Number: STATE OF ARIZONA //-2-2*0*06 Approval Date: **OIL & GAS CONSERVATION COMMISSION** Approved By: Application to Drill or Re-enter File Two Copies

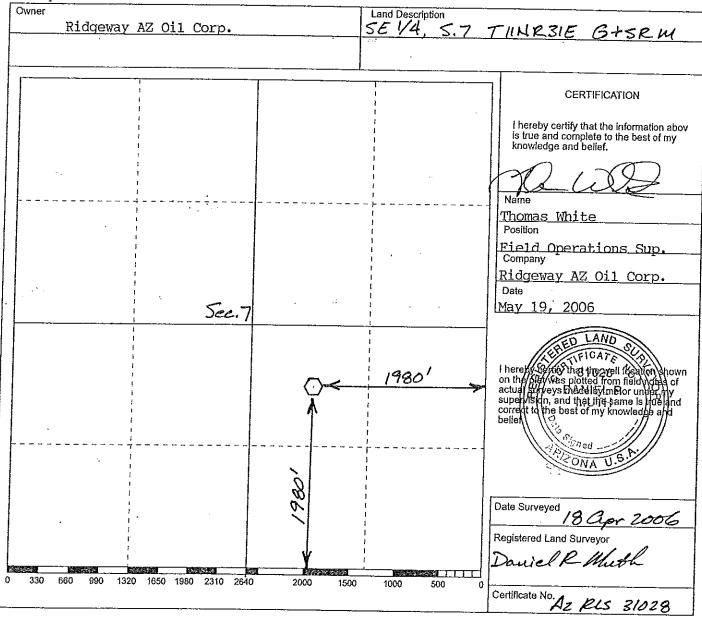
(Complete Reverse Side)

Form No. 3

NOTICE:

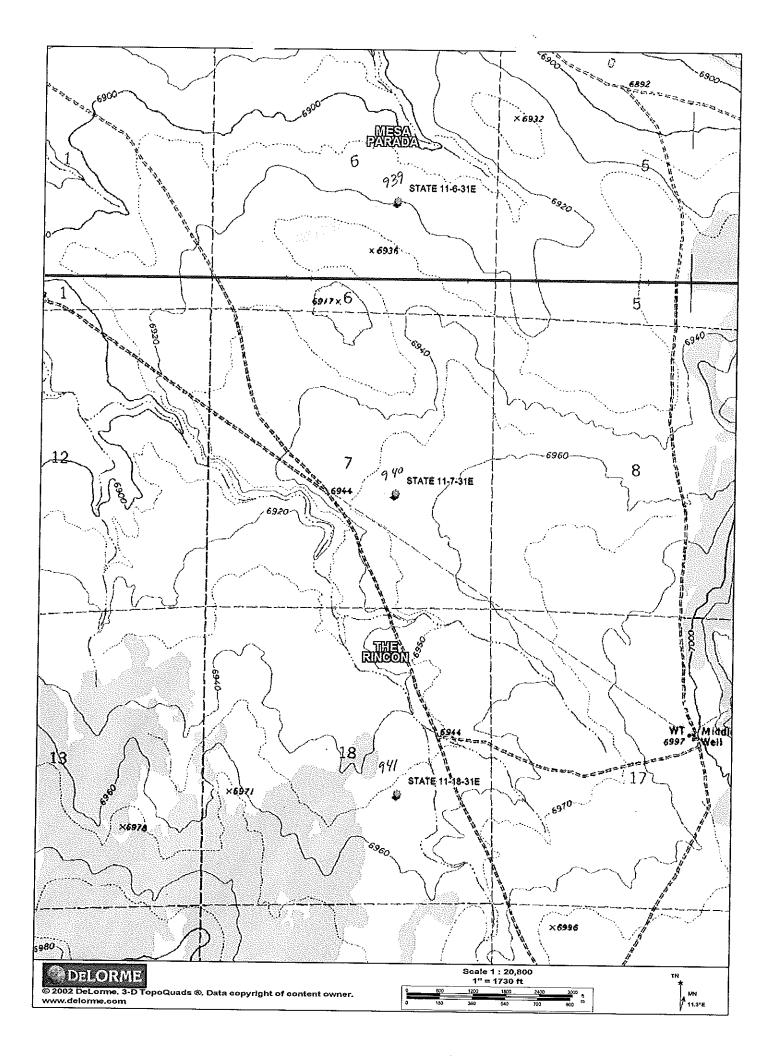
Before sending in this form be sure that you have given all information requested. Much unnecessary correspondence will thus be avoided.

- 1. Operator shall outline on the plat the acreage dedicated to the well in compliance with A.A.C. R12-7-107.
- 2. A registered surveyor shall show on the plat the location of the well and certify this information in the space provided.
- 3. ALL DISTANCES SHOWN ON THE PLAT MUST BE FROM THE OUTER BOUNDARIES OF THE SECTION.
- 4. Is the operator the only owner in the dedicated acreage outlined on the plat below? YES X NO
- 5. If the answer to question four is no, have the interests of all owners been consolidated by communitization agreement or otherwise? YES \_\_\_\_\_ NO \_\_\_\_ If answer is yes, give type of consolidation \_\_\_\_\_
- 6. If the answer to question four is no, list all the owners and their respective interests below:



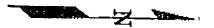
#### PROPOSED CASING PROGRAM

Size of Casing 133/4 85/8 5/2 43/4 open/fole	Weight 40 学 23 <del>华</del> 15 华	Grade & Type ごまち ごらご ろらら	Top O	Bottom 100 1000 1950' 2400'+/_	Cementing Depths 100 — Surf. 1000 — Surf. 1950 — Surf.	Sacks Cement 130 Skg (GD) Skg 900 Skg	Type ClassC Class e ClassC pos	
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# WELL PAD LAYOUT

RIDGEWAY ARIZONA OIL CORP.



SCALE: 1"=20"

15' 60' 60'

NO MUD PIT SHOWN

· DRILI	LING WELL PRO				
OPERATOR Ridge WAY AZ	17 P W	ell 11-7-3	2 /		4-27-07
LOCATION TIME COSTO	() LOYPLEAS	<u> </u>		NO. <u>13-1029</u> 4	14
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	77, (	Kelly Bushing _	<u>6957.</u>	7	
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Glorita 629					
FT. Apache 1567		-			
AMOS WASh 1637					
Precombrina 2172					
	1001/100	<u> </u>	V 50	5-321-1349	<b>a</b>
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Logging 1 rogram. Door . John	nc, micro				
Well Site Geologist George Sc	1 .	0".5"	rae	750-2020	
Home Phone				<u>- 350-2030</u>	
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Mudlogger: To be disclosed		Off Pho	ne		
Mob (or trailer) Phone					
Coring Co N/A		Phone_			
Coring Analysis Co. N/A		Phone_	•		
Drill Stem Testing Co. N/A		Phone_		<del></del>	
Sample Catching Instructions				· · · · · · · · · · · · · · · · · · ·	
Drilling Time Instructions					
MUD PROGRAM					
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Well Site Engineer /Supervisor	oc MCKin	Nes/ Off P	hone 71	3-961-0662	2
Home Phone		Mob Phone_			-
Home Phone Drilling Contractor Ridge Way A	Z OIL CORD			<u>- 387-383</u> 2	5
Tool Pusher Jack Winderto	Home Phone		Moh Phon	281-362-91	V2
Cementing Co. Cementers 7	IOC.			7-3683	
Cementing Co. Cementers I Water Hauler 1915 Cowst	continu)	Phone_912			-
		rnone_ <u>race</u>	~ ~ ( )	<u> </u>	-
Casing					7
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744 5/2 20#	1600 1/-	Pos 59/50	450	14	<b>-</b> [
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RIDGEWAY ARIZONA OIL CORP.

**OPERATING ACCOUNT** P.O. BOX 1110 928-337-3230 590 S. WHITE MOUNTAIN DRIVE SAINT JOHNS, AZ 85936

BANK OF THE WEST ST. JOHNS OFFICE ST. JOHNS, AZ 85936 91-564-1221

5/19/2006

PAY TO THE ORDER OF

Arizona Geological Survey

\*\*250.00

Two Hundred Fifty and 00/100\*\*\*\*\*\*\*\*\*\*\*\*\*\*\*

Arizona Geological Survey

416 West Congress Tucson, AZ 85701

МЕМО

#OO7080# 4#1122105647# 631002458#

Details on back. 

7080

Yahoo! My Yahoo! Mail Make Y! your home page	Search:		Web Search
YAHOO! FINANCE	<u>Sign In</u> New User? <u>Sign Up</u>	Finance Home - Help	(E) CNW GROUP
Welcome [Sign In]		To track	stocks & more, Register
Financial News			
Enter symbol(s)	Basic	Get Symbol	Lookup
Press Release		Source:	Ridgeway Petroleum Corp.
Ridgeway Petroleum compappointment of interim Charles September 15, 1:00 pm ET	•		nounces
Listed: TSX Venture Exchange (Symbol: R	GW)		
HOUSTON, TX, Sept. 15 /CNW/ - The Board announced the closing of a non brokered privat \$0.40 per unit. Each unit comprises one she entitling the holder to purchase one additional September 15, 2007. The securities issued in 2007.	ate placement for \$627, are of the Company and share of the Company	,000. The placement was d one non-transferable sh for every warrant held at	comprised of units priced are purchase warrant a price of \$0.60 until
The Company is continuing with the previously anticipates completion of this financing in the		private placement of up to	\$7.5 million and
The Company also announces the appointme 2006. Mr. Eson has replaced Mr. J. Bruce Pet closed at the end of June, 2006. Mr. Eson will replacement is hired. In addition, the Companto Mr. Eson, who resigned from the Audit company to Mr. Eson, who resigned from the Audit company to Mr. Eson, who resigned from the Audit company to Mr. Eson, who resigned from the Audit company to Mr. Eson, who resigned from the Audit company to Mr. Eson, who resigned from the Audit company to Mr. Eson, who resigned from the Audit company to Mr. Eson, who resigned from the Audit company to Mr. Eson, who resigned from the Audit company to Mr. Eson, who resigned from the Audit company to Mr. Eson, who resigned from the Audit company to Mr. Eson who resigned from the Mr. Eson who resign	rie, who resigned as Ch continue as Interim Ch y has appointed Mr. Jol	hief Financial Officer wher lief Financial Officer until a hn Dorrier to the Audit Co	n the Calgary office was a Houston based mmittee as a replacement
men man to the state of the sta			

Ridgeway Petroleum is a development stage company that controls approximately 220,000 acres of land in Arizona and New Mexico where the Company has identified a significant resource of helium and carbon dioxide gases. Development of the project could lead the Company to potentially becoming one of North America's largest suppliers of these gases to Industry.

ON BEHALF OF THE BOARD OF DIRECTORS

Barry D Lasker, CEO

THE TSX VENTURE EXCHANGE HAS NOT REVIEWED AND DOES NOT ACCEPT RESPONSIBILITY FOR THE ADEQUACY OR ACCURACY OF THIS RELEASE.

#### For further information

Don Currie, toll-free 1-888-990-3551, or visit our Website at <a href="https://www.ridgewaypetroleum.com">www.ridgewaypetroleum.com</a>

Source: Ridgeway Petroleum Corp.

## **ORGANIZATION REPORT**

Full Name of the Company, Organization, or Individ-				
Ridgeway AZ Oil Corp./s Mailing Address and Phone Number			coleum Corp.	
P O Box 1110 St. Johns,	AZ 85936 9	28-337-3230		
Plan of Organization (State whether organization is Corporation	s a corporation joint stock	association, firm or partners	ship, or individual	
Purpose of Organization (State type of business in	which engaged)	· · · · · · · · · · · · · · · · · · ·		
Oi. & Gas Exploration a	nd Productio	n		
If a reorganiztion, give name and address of previous Newco	ous organization			
If a foreign corporation give (1) State where incorporated	(2) Name and mailing a CT Corporat		(3) Date of permit to do business in state	
Arizona & New Mexico	3225 N Cent	ral Ave		
Principal Officers or Partners (if partnership) NAME	Phoenix, AZ		May 16, 1994 MAILING ADDRESS	
Barry D Lasker	President/C	EO	3050 Post Oak Ste 1700 Houston, TX 77056	
Christiane Koeksal	Secretary		34 Cranleigh Garden SE Calgary, Alberta CD T3M1C7	
J. Bruce Petrie	CFO		432, 1359-64 Street SW —Calgary. Alberta, CD T3H3W8	
		-		
DIRECTORS NAME Barry D Lasker		3050 Book 05	MAILING ADDRESS	
M. C. Vukets			k Ste. 1700 Houston TX 77056  : Etobicoke Ontario CD M9A45T	
K. B. Sparks	-	23 Ashley Park	RD Islington Ontario CD M9A45J	
L. S. Melzer			ourt Midland, TX 79707	
J. P. Dorrier		3050 Post Oak Ste. 1700 Houston, TX 77056		
R. L. Eson		5013 Cedar Cree	ek DR. Houtson, TX 77056	
CERTIFICATE I, the undersigned, under the pen	alty of perjury state that I	am the Corporate	Secretary of the	
Ridgeway Petroleum Corp. report was prepared under my supervision and dire			said company to make this report; and that this and complete to the best of my knowledge.	
			Roll	
/ •		Signature		
,		June 26, 2006	5	
			STATE OF ARIZONA	
Mail completed form to		OIL & GAS C	ONSERVATION COMMISSION	
Oil and Gas Program Administrator Arizona Geological Survey 416 W Congress., #100 Tucson, AZ 85701		Form No. 1	Organization Report File One Copy	

2/90

## BLANKET BOND COVER SHEET

#### RIDGEWAY ARIZONA OIL CORPORATION

<u>Operator</u>	Bank	Account Number	Approval	Amount
Ridgeway Arizona Oil	Bank of the West	C.D. #631-852068	05/23/06	\$25,000
Ridgeway Arizona Oil	Bank One	C.D. #4002111	07/07/94	\$10,000
Ridgeway Arizona Oil	Bank One	C.D. #4002112	11/28/94	\$15,000
TOTAL				\$50,000

Ridgeway Arizona Oil Corporation has posted a \$50,000 blanket bond consisting of the three separate certificates of deposit listed above. The \$50,000 blanket bond covers up to 49 wells pursuant to A.A.C. R12-7-103.

The three separate certificates of deposit listed above represent a single \$50,000 blanket bond. They are not to be released individually until all wells drilled by Ridgeway Arizona Oil Corporation have been properly plugged and abandoned or otherwise released from Ridgeway's responsibility through either sale or transfer in accordance with the provisions of A.A.C. R12-7-103.

#### PERMITS COVERED BY THIS BLANKET BOND:

<u>888</u>	TA Feb 1997
<u>895</u>	TA Mar 1997
<u>896</u>	SI Mar 2004
<u>897</u>	TA Mar 1997
<u>900</u>	TA May 1997
<u>916</u>	TA Oct 2004
<u>937</u>	TA Mar 2007
<u>938</u>	TA Feb 2007
<u>939</u>	TA Apr 2007
<u>940</u>	TA Apr 2007
<u>941</u>	TA Apr 2007
<u>942</u>	TA May 2007
<u>943</u>	TA May 2007
<u>944</u>	TA May 2007
<u>945</u>	TA Feb 2007
946	TA Mar 2007
947	TA May 2007

940

DISCUSSION ABOUT RIDGEWAY ARIZONA OIL CORPORATION 22-1X STATE (PERMIT 888), 11-21 STATE (PERMIT 895), 10-22 STATE (PERMIT 896), 9-21 STATE (PERMIT 897), 11-18 STATE (PERMIT 916), 11-16-30 STATE (PERMIT 937), 11-29-30 STATE (PERMIT 938), 11-06-31 STATE (PERMIT 939), 11-07-31 STATE (PERMIT 940), 11-18-31 STATE (PERMIT 941), 11-20-31 STATE (PERMIT 942), 11-29-31 STATE (PERMIT 943), 11-32-31 STATE (PERMIT 944), 11-24-29 STATE (PERMIT 945), 11-32-30 STATE (PERMIT 946), AND 12-32-31 STATE (PERMIT 947); POSSIBLE REPORT FROM A REPRESENTATIVE OF RIDGEWAY, AND POSSIBLE DECISION CONCERNING EXTENSION OF TEMPORARY ABANDONMENT

Mr. Rauzi discussed the information that Ridgeway submitted for the wells drilled in 2007 and the status of all of the wells including three on leases pending a decision from the Land Department to extend the leases by paying shut-in royalty. He recommended conditional extension of temporary abandonment to January 2008 for the 11-21, 9-21, and 11-18 and extension of temporary abandonment to January 2008 for the remainder of the wells.

Mr. Rice reported that the Land Department anticipated a decision on the shut-in royalty issue regarding the 11-21, 9-21, and 11-18 wells in the near future and wanted to see all of the wells fully tested and either completed as gas wells or plugged and abandoned in the next year. He discussed the issue of the lessee's obligations and access to the wells pending the Land Department's decision to extend leases by payment of shut-in royalties.

Mr. Portman discussed Ridgeway's program to test every well to either be included as a reserve well in an SEC-quality reservoir report from Cawlly & Gillespie or plugged and abandoned. He explained that Ridgeway needed the report to demonstrate at least two trillion cubic ft of reserves to justify construction of a pipeline to the Permian Basin.

Mr. White discussed the timeline to drill new wells in 2008 and complete the work that Ridgeway wanted to accomplish for the wells drilled in 2007 and previous years. He discussed Ridgeway's perspective regarding the shut-in royalty issue.

Mr. Jones moved, seconded by Ms. Negley:

TO EXTEND TEMPORARY ABANDONMENT OF THE 22-1X, 11-21, 10-22, 9-21, 11-18, 11-16-30, 11-29-30, 11-06-31, 11-07-31, 11-18-31, 11-20-31, 11-29-31, 11-32-31, 11-24-29, 11-32-30, AND 12-32-31 THROUGH JANUARY 2009

Motion carried unanimously.

Mr. White and Mr. Rice discussed the issue of liability for the wells pending a decision from the Land Department regarding the shut-in royalty issue. The Commission requested its counsel, Mr. Cox, to look into the liability issue. Mr. Cox advised that Ridgeway should also explore the question of liability with its counsel in light if its concern about the issue.



January 10, 2008

Arizona Geological Survey 416 West Congress Suite 100 Tucson, AZ 85701

Attn: Mr. Steve Rauzi

Oil & Gas Administrator

Dear Mr. Rauzi:

At this time Ridgeway Arizona Oil Corp. would like to request a one (1) year Temporary Abandonment of the following CO<sub>2</sub> Wells.

State 22-1X (Permit 888)	State 11-21 (Permit 895)	State 10-22 (Permit 896)
State 9-21 (Permit 897) State 11-29-30 (Permit 938)	State 11-18 (Permit 916) State 11-06-31 (Permit 939)	State 11-16-30 (Permit 937) State 11-07-31 (Permit 940)
State 11-18-31 (Permit 941)		State 11-29-31 (Permit 943)
State 11-24-29 (Permit 945)	State 11-32-30 (Permit 946)	
State 11-32-31 (Permit 944)	State 12-32-31 (Permit 947)	

If you have any questions, please feel free to contact this office at 888-337-7444.

Sincerely,

Thomas White

Field Operations Supervisor

cc;

Lease/Well Files



September 5, 2007

Arizona State Land Department 1616 West Adams Phoenix, AZ 85007

Attn:

Mr. Michael Rice Minerals Manager

RE:

Oil & Gas Lease Agreements

Lease Extensions

13-102942, 13-102943, 13-102944, 13-102945, 13-102946, 13-102941, 13-102948 & 13-103060

Dear Mr. Rice:

On April 26, 2007, Ridgeway Arizona Oil Corp. submitted a request to the Arizona State Land Department for Extension of the above referenced lesses. We are in receipt of your letter dated April 27, 2007, which confirms that you received our request and also indicated that a recommendation for the lease extension would be processed.

To date, we have not received any other correspondence pertaining to this request. Please be advised that Ridgeway has already spent in excess of \$10 million dollars on our 2007 Winter Drilling Program, a bulk of which has been on wells drilled on the leases that are in question.

We have prepared an aggressive drilling/completion/testing plan and intend to spend a considerable amount of capital on the field this year. Ridgeway has raised \$30 Million in the past few months for the development of this project. Enclosed you will find the proposed activity scheduled for the upcoming months.

While we are eager to continue in our endeavors, in preparation for the new drilling/completion plan, we realized that we still have not been granted the Leases Extensions. It is imperative that we have a decision regarding this matter, before we continue to spend Millions of dollars on this project.

Per our conversation carlier today, I have agreed to forward you copies of the Sundry Notices, which are sent to the Oil & Gas Commission, and keep you abreast of the drilling/completion operations. If you have any questions, please feel free to contact this office at 888 337-7444.

Sincerely

Thomas White

Field Operations Supervisor

Enclosure

CO:

Barry Lasker, ROW-CEO Thayne Lowe, Legal Council

Lease & Well Files

JON SEN Y II ACH AZ LONG BEPT.

P.O. Box 1110 St. Johns, AZ 85938

Tel: 928 337 3230 Fax: 928 337 3182

# Completion Schedule for Arizona wells :( waiting on lease extension)

Wednesday, September 05, 2007

Wells to be logged for correlation and reserve data (gamma ray, neutron density):

- 1) 11-32-31,( AZ Lease 13-102948)
- 2) 11-16-30, (AZ Lease 13-102942)
- 3) 11-18-31, (AZ Lease 13-102945)
- 4) 11-29-30, (AZ Lease 13-102725)

### Testing of existing wells (down hole pressure recorders):

- 1) 11-6-31 (AZ Lease 13-102943), Flow well for 3 days, run down-hole pressure recorders.
- 2) 11-16-30 (AZ Lease 13-102942), Flow well for 3 days, run down hole pressure recorders.
- 3) 11-24-29 (AZ Lease 13-102724), run pressure recorders.
- 4) 11-29-30 (AZ Lease 13-102725), run pressure recorders.

### Wells to be deepened (needs rig for completion):

1) 11-18-31(AZ Lease 13-102945), Drill out to granite.

#### Wells that need to be completed:

1) 12-32-31(AZ lease 13-103060), conductor pipe set

11-7-31(AZ Lease 13-102944), drilled to depth of 1885, no casing set waiting on well bore to heal before re-entry.

 11-20-31(AZ lease 13-102946), drilled to depth of 1934, no casing set waiting on well bore to heal before re-entry.



June 26, 2007

Arizona Geological Survey 416 West Congress Ste 100 Tucson, AZ 85701

Attn:

Mr. Steve Rauzi

RE:

Request for Temporary Abandonment

Dear Mr. Rauzi:

At this time Ridgeway AZ Oil Corp. would like to request Temporary Abandonment of the following CO<sub>2</sub> Wells:

AZ State Well 11-16-30 Permit 937

AZ State Well 11-6-31 Permit 939

AZ State Well 11-7-31 Permit 940

AZ State Well 11-18-31 Permit 941

AZ State Well 11-20-31 Permit 942

AZ State Well 11-29-31 Permit 943

AZ State Well 11-32-31 Permit 944

AZ State Well 12-32-31 Permit 947

Currently the Ridgeway Drilling Rig is out of commission and is having some extensive repairs made, and also due to a lack of Service Contractor's availability in the area, we are requesting to Temporarily Abandon these wells for one year.

Should you have any questions, please feel free to contact this office at 888-337-7444.

Sincerely

Thomas White

Field Operations Supervisor

cc:

Barry Lasker Well Files

Lease Files



# State of Arizona Arizona Geological Survey

416 W. Congress, Suite 100 Tucson, Arizona 85701 (520) 770-3500 www.azgs.az.gov



M. Lee Allison
Director and State Geologist

May 30, 2007

Mr. Mike Rice Manager Minerals Section State Land Department Phoenix AZ 85007 940

Re:

Ridgeway wells 11-16-31 (Permit 937), 11-06-31 (Permit 939), 11-07-31 (Permit 940), 11-18-31 (Permit 941), 11-20-31 (Permit 942), 11-29-31 (Permit 943), 11-32-31 (Permit 944), 12-32-31 (Permit 947)

Dear Mr. Rice:

This is in response to your letter of May 30, 2007 regarding the referenced wells. Ridgeway Arizona Oil Corporation has submitted Sundry Notices to the Oil and Gas Conservation Commission that confirm the spud dates listed in Ridgeway's letter of April 26, 2007 that was attached to your letter. I have enclosed a complete set of Sundry Notices submitted by Ridgeway for the referenced wells.

Sincerely,

Steven L. Rauzi

Oil & Gas Administrator

**Enclosures: 34 Sundry Notices** 

Level Kais

Janet Napolitano Governor

Mark Winkleman State Land Commissioner

# Arizona State Land Department



1616 West Adams Street Phoenix, AZ 85007 www.land.state.az.us

May 30, 2007

Mr. Steve Rauzi
Oil & Gas Administrator
Oil & Gas Conservation Commission
416 W. Congress St. Suite 100
Tucson, Arizona 85701

940

Re: State Oil & Gas Wells: 11-16-30; 11-06-31; 11-07-31; 11-18-31; 11-20-31; 11-29-31; 11-32-31; 12-32-31

Dear Mr. Rauzi:

As you are aware, Ridgeway Arizona Oil Corporation commenced a multiple well drilling program on or about January 26, 2007. As a part of that drilling program, Ridgeway began drilling the 11-16-30 well on February 26, 2007 and as indicated in the enclosed letter dated April 26, 2007, each of the captioned wells was either being prepared for drilling by setting conductor pipe; was being drilled; or was being tested on April 26, 2007. In this regard, would you please confirm for the Department the status of drilling operations reported by Ridgeway. If available, I would also appreciate a copy of any sundry notice or other documentation your office may have received for these eight wells.

N/Illiza Michael Rice, Manager

Minerals Section

Sincerely

Natural Resources Division

Enclosure: Ridgeway Letter dated 04/26/07



April 26, 2007

Arizona State Land Department 1616 West Adams Phoenix, AZ 85007

Attn: Mr. Mike Rice

Minerals Manager

RE:

Oil& Gas Lease Agreements

13-102942, 13-102943, 13-102944, 13-102945, 13-102946, 13-102947,13-102948 & 13-103060

Lease Rental Payment/Extensions

Dear Mr. Rice;

Enclosed, please find check number 7549 in the amount of \$29,057.38 for the advanced lease rontal payment of \$2.00/acre for the above listed Oil & Gas Leases. Pursuant to ARS 27.555.E.2., Ridgeway Arizona Oil Corp is entitled to this extension. This letter is to tender such rentals and notify the Department of said extension.

Lease of state lands not located within known geological structure of producing oil and gas field; application; lease extension; provisions of lease; withdrawal from leasing. E. Each lease issued under this section shall be for a primary term of five years and as long thereafter as oil or gas is produced in paying quantities from the lands covered by the lease, except that: 2. If oil or gas is not being produced from the leased premises at the expiration of the primary term of the lease or any extension of the lease pursuant to paragraph I, but the owner of the lease is diligently engaged in drilling, completion or reworking operations, the lease continues in force for a period of two years from the date in which the lease would have otherwise expired and as long thereafter as oil or gas is produced in paying quantities from the lands. If oil or gas is produced from any such well or any other well drilled during any two year extension, the lease shall continue in force after such two year extension as long as oil or gas is produced in paying quantities from the leased premises, except that rental requirements at the beginning of any lease extension shall be at the rate in existence at that time.

Via: Fax/Email/Mail

P.O. Box 1110 St Johns, AZ 93036

Tel: 928 337 3230 Fax; 925 337 3192

# The current status of each well is as follows:

ne ci	urrent status of each well is as	follows:							ام	1
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	Lease 13-102947 State 11-29-31	Spud Date:	4/26/07	943	Status:	Drilling				
-	Lease 13-102948 State 11-32-31	Spud Date:	1/26/07	944	Status;	Drilling				
J	Lease 13-103060 State 12-32-31	Spud Date:	1/26/07 4	947	Status:	Setting Co	onductor i	Pipe		
	er	Lease 13-102942 State 11-16-30  Lease 13-102943 State 11-6-31  Lease 13-102944 State 11-7-31  Lease 13-102945 State 11-18-31  Lease 13-102946 State 11-20-31  Lease 13-102947 State 11-29-31  Lease 13-102948 State 11-32-31	Lease 13-102943 State 11-6-31 Spud Date:  Lease 13-102944 State 11-7-31 Spud Date:  Lease 13-102945 State 11-18-31 Spud Date:  Lease 13-102946 State 11-20-31 Spud Date:  Lease 13-102947 State 11-29-31 Spud Date:  Lease 13-102948 State 11-32-31 Spud Date:	Lease 13-102942 State 11-16-30 Spud Date: 2/26/07 Lease 13-102943 State 11-6-31 Spud Date: 3/17/07 Lease 13-102944 State 11-7-31 Spud Date: 4/7/07 Lease 13-102945 State 11-18-31 Spud Date: 4/9/07 Lease 13-102946 State 11-20-31 Spud Date: 4/24/07 Lease 13-102947 State 11-29-31 Spud Date: 4/26/07 Lease 13-102948 State 11-32-31 Spud Date: 4/26/07	Lease 13-102942 State 11-16-30 Spud Date: 2/26/07 937 Lease 13-102943 State 11-6-31 Spud Date: 3/17/07 939 Lease 13-102944 State 11-7-31 Spud Date: 4/7/07 940 Lease 13-102945 State 11-18-31 Spud Date: 4/9/07 941 Lease 13-102946 State 11-20-31 Spud Date: 4/24/07 942 Lease 13-102947 State 11-29-31 Spud Date: 4/26/07 943 Lease 13-102948 State 11-32-31 Spud Date: 4/26/07 944	Lease 13-102942 State 11-16-30 Spud Date: 2/26/07 937 Status:  Lease 13-102943 State 11-6-31 Spud Date: 3/17/07 939 Status:  Lease 13-102944 State 11-7-31 Spud Date: 4/7/07 940 Status:  Lease 13-102945 State 11-18-31 Spud Date: 4/9/07 941 Status:  Lease 13-102946 State 11-20-31 Spud Date: 4/24/07 942 Status:  Lease 13-102947 State 11-29-31 Spud Date: 4/26/07 943 Status:  Lease 13-102948 State 11-32-31 Spud Date: 4/26/07 944 Status:	Lease 13-102942 State 11-16-30 Spud Date: 2/26/07 937 Status: Testing Lease 13-102943 State 11-6-31 Spud Date: 3/17/07 939 Status: Testing Lease 13-102944 State 11-7-31 Spud Date: 4/7/07 940 Status: Testing Lease 13-102945 State 11-18-31 Spud Date: 4/9/07 941 Status: Testing Lease 13-102946 State 11-20-31 Spud Date: 4/24/07 942 Status: Drilling Lease 13-102947 State 11-29-31 Spud Date: 4/26/07 943 Status: Drilling Lease 13-102948 State 11-32-31 Spud Date: 4/26/07 944 Status: Drilling	Lease 13-102942 State 11-16-30 Spud Date: 2/26/07 937 Status: Testing Lease 13-102943 State 11-6-31 Spud Date: 3/17/07 939 Status: Testing Lease 13-102944 State 11-7-31 Spud Date: 4/7/07 940 Status: Testing Lease 13-102945 State 11-18-31 Spud Date: 4/9/07 941 Status: Testing Lease 13-102946 State 11-20-31 Spud Date: 4/24/07 942 Status: Drilling Lease 13-102947 State 11-29-31 Spud Date: 4/26/07 943 Status: Drilling Lease 13-102948 State 11-32-31 Spud Date: 4/26/07 944 Status: Drilling	Lease 13-102942 State 11-16-30 Spud Date: 2/26/07 937 Status: Testing Lease 13-102943 State 11-6-31 Spud Date: 3/17/07 939 Status: Testing Lease 13-102944 State 11-7-31 Spud Date: 4/7/07 940 Status: Testing C59 Aug/Lease 13-102945 State 11-18-31 Spud Date: 4/9/07 941 Status: Testing 7D 2035  Lease 13-102946 State 11-20-31 Spud Date: 4/24/07 942 Status: Drilling Lease 13-102947 State 11-29-31 Spud Date: 4/26/07 943 Status: Drilling Lease 13-102948 State 11-32-31 Spud Date: 4/26/07 944 Status: Drilling	Lease 13-102942 State 11-16-30 Spud Date: 2/26/07 937 Status: Testing Lease 13-102943 State 11-6-31 Spud Date: 3/17/07 939 Status: Testing Lease 13-102944 State 11-7-31 Spud Date: 4/7/07 940 Status: Testing C59 death + TD Lease 13-102945 State 11-18-31 Spud Date: 4/9/07 941 Status: Testing TD Z035  Lease 13-102946 State 11-20-31 Spud Date: 4/24/07 942 Status: Drilling Lease 13-102947 State 11-29-31 Spud Date: 4/26/07 943 Status: Drilling Lease 13-102948 State 11-32-31 Spud Date: 4/26/07 944 Status: Drilling

Ridgeway is diligently engaged in drilling, completion or reworking operations on each of the referenced leases as indicated. If you require anything further from Ridgeway to confirm Ridgeway's entitlement to extend these leases pursuant to ARS 27-555.E.2., please let us know immediately. As time is of the essence, we would appreciate a confirmation on this at the earliest convenience of the department. If you have any questions, please feel free to contact this office at 888-337-7444.

Sincerely,

Carmen Januar for Barry Lasker President, CEO

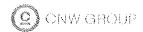
Enclosure

CC: Thayne Lowe, Legal Council Well & Lease Files

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**Press Release** 

Source: Ridgeway Petroleum Corp.

# Ridgeway Petroleum extends lowest known gas

Tuesday April 17, 10:57 am ET

Listed: TSX Venture Exchange (Symbol: RGW)

HOUSTON, TX, April 17 /CNW/ - Ridgeway Petroleum Corp. (the "Company") is pleased to provide an update to the 12 well winter drilling program initiated earlier this year.

To date, the Company has completed the drilling of 5 wells and is currently engaged in drilling operations on 3 additional wells. In addition, the Company has completed testing on four of the wells and is continuing with test operations on one other well.

Since the last update of April 10, 2007 the Company has initiated testing of the fractured Basement zone beneath the Granite Wash interval in the 11-06-31 well that had previously encountered gas shows while drilling. The well is being open hole tested over the interval from 2,530 ft to 2,666 ft at a stabilized, natural, rate of 0.3mm cubic feet per day at 180 lbs flowing tubing pressure. The results of the testing to date has confirmed that the basement fractures seen in this well are gas charged and can be expected to contribute to additional reserves and productivity. The Company will review performing a low pressure fracture treatment over this interval later this summer that could significantly increase this rate.

The results of this test program has confirmed the extension of the field limits to the northeast and has also extended the lowest known gas by an additional 55ft to a depth of 4,250ft above sea level. Further step out wells that may be drilled at a later date could lead to a further extension of area and lowest known gas.

The Company also reports that it is currently running intermediate casing on the 11-07-31 and the 11-18-31 wells after each well penetrated the very top of the Fort Apache interval with strong CO2 gas shows being encountered in each well. We will provide additional updates to these wells once total depth has been reached.

The test results to date has now confirmed that natural production from the Ft Apache, Amos Wash, Granite Wash and fractured Basement reservoirs can occur without reservoir stimulation, and based on past results could be significantly improved with low pressure fracture treatments and potentially, horizontal completions.

Ridgeway Petroleum is a development stage, enhanced oil recovery (EOR), company that controls approximately 200,000 acres of land within the St Johns Helium/CO2 field in Arizona and New Mexico where the Company is developing what is thought to be the largest undeveloped resource of helium and carbon dioxide gases in North America. Independent engineering firms have estimated that the St Johns field contains approximately 15 trillion cubic feet of in place resources, with a potential recoverable resource of 5 trillion cubic feet. Development of the project could result in the Company becoming one of North America's largest CO2 suppliers and EOR producers. The Company's strategic focus for CO2 delivery and EOR production is the Permian Basin where significant potential exists for enhanced oil recovery from mature, depleted oil fields.

ON BEHALF OF THE BOARD OF DIRECTORS

Barry D Lasker, CEO



# State of Arizona Arizona Geological Survey

416 W. Congress, Suite 100 Tucson, Arizona 85701 (520) 770-3500 www.azgs.az.gov



M. Lee Allison Director and State Geologist

November 2, 2006

Delwin Wengert County Manager P.O. Box 428 St Johns AZ 85936 940

Re:

Ridgeway Arizona Oil Corp 11-16-30 State (Permit 937), 11-29-30 State (Permit 938), 11-6-31 State (Permit 939), 11-7-31 State (Permit 940), 11-18-31 State (Permit 941), 11-20-31 State (Permit 942), 11-29-31 State (Permit 943), and 11-32-31 State (Permit 944), Apache County

Dear Mr. Wengert:

I am enclosing copies of the approved applications to drill the referenced wells because of an Arizona Oil and Gas Conservation Commission policy to inform county government about proposed exploration and drilling activity. The referenced wells are being drilled in search of carbon dioxide gas.

The Commission issues a permit to drill under A.R.S. § 27-513. The permit is issued for wells that are in compliance with applicable statutes (A.R.S. § 27-516) and rules (12 A.A.C. 7), which were promulgated to safeguard the public health and safety and protect the environment and natural resources.

Sincerely,

Steven L. Rauzi

St Rains

Oil and Gas Program Administrator

**Enclosures** 



## Janet Napolitano Governor

# State of Arizona Arizona Geological Survey

416 W. Congress, Suite 100 Tucson, Arizona 85701 (520) 770-3500 www.azgs.az.gov



M. Lee Allison Director and State Geologist

November 2, 2006

Mr. Tom White Ridgeway Arizona Oil Corp P O Box 1110 St Johns AZ 85936

940

Re: Ridgeway Arizona Oil Corp 11-16-30 State (Permit 937), 11-29-30 State (Permit 938), 11-6-31 State (Permit 939), 11-7-31 State (Permit 940), 11-18-31 State (Permit 941), 11-20-31 State (Permit 942), 11-29-31 State (Permit 943), & 11-32-31 State (Permit 944), Apache County

Dear Mr. White:

I have enclosed approved copies of the referenced applications for permit to drill, Permits to Drill, and filing-fee receipt #3143.

The referenced applications are approved on the condition that Ridgeway Arizona Oil Corp conduct its operations in compliance with all applicable statutes and rules of the State of Arizona and that Ridgeway Arizona Oil Corp or its designated representative notify me at least 48 hours before you:

- Move in drilling equipment and commence operations,
- Run and cement surface casing, and
- Test the BOPE, and that Ridgeway or its designated representative:
- Post a sign at the well site pursuant to A.A.C. R12-7-106,
- Submit samples and other data pursuant to A.A.C. R12-7-121 and.
- Submit Sundry Notices summarizing daily progress and activity on at least a weekly basis through the completion of operations.

Sincerely,

Steven L. Rauzi

Oil & Gas Administrator

SC Raid

#### **Enclosures**

J. Dale Nations, Chairman, Oil and Gas Conservation Commission
 M. Lee Allison, Director and State Geologist



October 30, 2006

Arizona State Land Department 1616 West Adams Phoenix, AZ 85007

Attn: Mr. Larry Meier

Geologist

RE.

**Exploration Plan of Operation Approval** 

Dear Mr. Meier:

Enclosed please find the executed Conditions and Approval of the Exploration Plan of Operations for Ridgeway Arizona Oil Corp., Oil & Gas Leases 13-102942, 13-102725, 13-102943, 13-102944, 13-102945, 13-102946, 13-102947 and 13-102948.

If you have any questions, please feel free to contact me at 888-337-7444.

Sincerely,

Thomas White

Field Operations Supervisor

TW:ct

RECEIVED

OCT 3 1 2006

Enclosure

Barry Lasker cc:

Steve Rauzi

Mike Rice

Lease Files

Well Files

Ridgeway Arizona Oil Corporation, Exploration Plan of Operation for oil and gas lease numbers 13-102942, 13-102725, 13-102943, 13-102944, 13-102945, 13-102946, 13-102947, and 13-102948.

### Conditions of Approval:

- All reasonable attempts shall be made to avoid conducting drilling operations during inclement weather, so as to avoid excessive damage to roads.
- All constructed drill sites, access roads, and turn outs will be reclaimed. This will include removing all trash, backfilling mud pits, cleanup and proper disposal of any contaminated soils that may result from potential oil/fuel spills followed by scarifying and seeding the disturbed areas with an appropriate seed mixture.
- Any gates or other improvements belonging to grazing lessees, are to be repaired or replaced
  if damaged during the course of the exploration drilling.
- All disturbed land surface including pre-existing ranch roads utilized by Ridgeway or its
  contractors will either be maintained or properly abandoned as deemed appropriate by the
  Arizona State Land Department (ASLD).

 The ASLD will be notified within 10 working days of the completion of the approved exploration plan.

Acknowledged and Agreed

Signature

Date

Janet Napolitano Governor

Mark Winkleman State Land Commissioner

# Arizona State Land Department



1616 West Adams Street Phoenix, AZ 85007 www.land.state.az.us

October 26, 2006

Thomas White Ridgeway Arizona Oil Corporation P.O. Box 1110 St. Johns, AZ 85936

RECEIVED

OCT 3 0 2006

Re: Exploration Plan of Operation Approval

Dear Mr. White:

Thank you for your October 16, 2006 letter that addresses the Arizona State Land Department (ASLD) issues concerning the Exploration Plan of Operation for oil and gas lease numbers 13-102942, 13-102725, 13-102943, 13-102944, 13-102945, 13-102946, 13-102947, and 13-102948. The additional information provided satisfactorily addresses the majority of the issues and concerns presented in the September 26, 2006 ASLD review letter. Contingent upon the signed return of the attached "Conditions of Approval", which will provide acknowledgement and acceptance of the specified conditions, the Ridgeway Arizona Oil Corporation Exploration Plan of Operation is approved.

Again, thank you for your attention to these issues. I may be contacted at the above address, by e-mail at <a href="mailto:lmeier@land.az.gov">lmeier@land.az.gov</a>, or by phone at (602) 542-2642, if you wish to schedule a meeting to discuss the contents of this letter.

Sincerely,

Larry Meier, Geologist

attachment

Copy: Mike Rice, Manager, Minerals Section, Natural Resources Division Steve Rauzi, Oil and Gas Administrator, Arizona Geological Survey Lease Files Janet Napolitano Governor

Mark Winkleman State Land Commissioner

# Arizona State Land Department



1616 West Adams Street Phoenix, AZ 85007 www.land.state.az.us

September 26, 2006

Thomas White Ridgeway Arizona Oil Corporation P.O. Box 1110/590 S. White Mountain Drive St. Johns, AZ 85936 940

Re: Exploration Plan of Operation

RECEIVED

Dear Mr. White:

SEP 2 8 2006

A review of the Exploration Plan of Operation for oil and gas lease numbers 13-102942, 13-102725, 13-102943, 13-102944, 13-102945, 13-102946, 13-102947, 13-102948, and 13-101355 has been completed. As a result, it is requested of Ridgeway Arizona to please provide the following additional information which will be helpful for the Department to finalize approval of the plan.

1) <u>Land Description and Map</u>

Provide a topographic map that illustrates all the proposed well locations and access roads as discussed during our September 12, 2006 meeting.

2) Period of Operation

Provide a timetable or Gantt chart illustrating the sequence of road construction, drilling, time required to drill each well, and reclamation for the entire exploration program.

3) Access

Provide a detailed description of the access road construction. This should include, at a minimum, the length, width, and design of the road(s). Also provide a description of the proposed road maintenance (including maintenance during inclement weather) and final reclamation.

4) Vehicles and Equipment

Identify the type of drill rig to be utilized. Indicate whether an additional truck or trailer will be utilized to haul the drilling rods and well casing. Also indicate if a fuel truck be utilized. Identify the heavy equipment to be utilized for the road and containment pit construction. Finally an estimate of the number of pickup trucks anticipated to be present at the drill site(s) should also be provided.

### 5) Scope of Operation

It was mentioned during the meeting that the collars of the wells would be advanced using mud and completed using air rotary drilling methods. Please indicate the estimated depth that mud will be used during drilling, as well as the type of mud. Provide an estimate of the daily hours of operation.

It should also be stated, as part of the operational plan, that all reasonable attempts shall be made to avoid conducting operations during inclement weather, so as to prevent excessive road damage.

### 6) Affected Land

This topic has been satisfactorily addressed.

#### 7) Drilling

Please provide additional drilling details as requested under item 5. Additionally, indicate whether or not the well will be cased. If the wells are to be cased, identify the type of casing.

Please provide details regarding well completion, well testing, and well abandonment.

#### 8) Water Use

Please provide an estimate of the volume of water anticipated to be used during drilling.

### 9) Reclamation

Additional details of the reclamation plan should be provided pertaining to drill site cleanup, access road closure, and reclamation.

Drill site cleanup should include removing all trash, a description of the pit closure, as well as the details for cleanup of contaminated soils that my result from potential oil/fuel spills. In addition to the drill site, it should also be stated that any newly constructed access roads will be scarified and seeded.

#### 10) Antiquities and Native Plants

The submitted archaeological survey completed by Miles Gilbert ASWTA, Inc. has also been reviewed by the Environmental Section staff at the Arizona State Land Department and based on the information provided, determined that no additional cultural resource work is required prior to implementing the exploration plan.

Finally, it is noted that two of the submitted Exploration Plan of Operation are identified for lease no. 13-102946. According to the Arizona State Land Department database, the correct lease no. for section 18, T.11N., R.31E. is 13-102945. Therefore, a revised Exploration Plan of Operation form should be submitted for this lease.

Mr. Thomas White September 26, 2006 Page 3 of 3

Thank you for your attention to these issues. I may be contacted at the above address, by e-mail at <a href="mailto:leneigh: leneigh: lene

Sincerely,

Larry Meier, Geologist

940

Copy: Mike Rice, Manager, Minerals Section, Natural Resources Division Steve Rauzi, Oil and Gas Administrator, Arizona Geological Survey Lease Files

> RECEIVED SEP 2 8 2006



# State of Arizona Arizona Geological Survey

416 W. Congress, Suite 100 Tucson, Arizona 85701 (520) 770-3500 www.azgs.az.gov



M. Lee Allison Director and State Geologist

September 13, 2006

Larry Meier State Land Dept 1616 W Adams Phoenix AZ 85007

940

Dear Larry:

As you requested this morning, I have enclosed a copy of the following eight applications for permit to drill that we received from Ridgeway Arizona Oil Corporation:

State 11-16-30	nw se 16-11n-30e
State 11-29-30	se nw 29-11n-30e
State 11-06-31	nw se 06-11n-31e
✓ State 11-07-31	nw se 07-11n-31e
State 11-18-31	nw se 18-11n-31e
State 11-20-31	se nw 20-11n-31e
State 11-29-31	se nw 29-11n-31e
State 11-32-31	ne sw 32-11n-31e

None of the applications have been approved.

Sincerely,

Steven L. Rauzi

Oil & Gas Administrator

Enclosures



# State of Arizona Arizona Geological Survey

416 W. Congress, Suite 100 Tucson, Arizona 85701 (520) 770-3500 www.azgs.az.gov



M. Lee Allison Director and State Geologist

July 20, 2006

Mr. Thomas White Ridgeway Arizona Oil Corporation P.O. Box 1110 St. Johns, Arizona 85936

Re: Modification of permit applications

Dear Tom:

I have enclosed your ten permit applications dated May 19, 2006 so you can modify the drilling and casing program on them as we discussed this afternoon.

Sincerely,

Steven L. Rauzi

Oil & Gas Administrator

Stanl. Rais

**Enclosures** 

Ridgeway delayed drilling the 12-31-30 and 11-11-29 and did not beturn bevised applications or drilling prognoses for those two wells

SCR / 8-23-06



May 19, 2006

State of Arizona Arizona Geological Survey 416 West Congress Suite 100 Tucson, AZ 85701

Attn: Mr. Steve Rauzi

Oil & Gas Administrator

RE: Application to Drill

Assignment to Arizona State Treasurer

Monthly Producers Report

Dear Mr. Rauzi:

Enclosed please find ten (10) Applications to Drill Wells. They have been finalized by our department and that of the Surveyor's, and await your execution. Check #7080 in the amount of \$250.00 is also enclosed to cover the filing fee of each application.

You will also find enclosed our completed Assignment to Arizona State Treasurer Performance Bond in the amount of \$25,000.00. This has been secured with the Bank of the West in St. Johns, along with our previous Bond of \$25,000. If there are any additional requirements for the Bond, please advise.

Also, enclosed is the Monthly Producers Report for the month of May 2006. If you have any questions, please feel free to contact this office at 888-337-7444.

Sincerely,

Office Manager

Enclosures



# State of Arizona Arizona Geological Survey

416 W. Congress, Suite 100 Tucson, Arizona 85701 (520) 770-3500 www.azgs.az.gov



M. Lee Allison Director and State Geologist

Date:

May 23, 2006

Memo:

Blanket Bond File

From: Steven L. Rauzi, Oil and Gas Program Administrator

Re:

\$50,000 Blanket Bond for Ridgeway Arizona Oil Corporation consisting of:

1. St. Johns Bank One \$10,000 Certificate of Deposit #4002111

2. St. Johns Bank One \$15,000 Certificate of Deposit #4002112

3. St. Johns Bank of the West \$25,000 Certificate of Deposit #631-852068

Ridgeway Arizona Oil Corporation has posted a \$50,000 blanket bond consisting of three separate certificates of deposit as referenced above. The \$50,000 bond covers from 11 to 49 wells pursuant to A.A.C. R12-7-103.

The three separate certificates of deposit referenced above represent a single \$50,000 blanket bond. They should be held in safekeeping together and not released individually until all wells drilled by Ridgeway Arizona Oil corporation have been plugged and abandoned or otherwise released from Ridgeway's responsibility through either sale or transfer in accordance with A.A.C. R12-7-103.